

FILED 2/2/2018 **DOCUMENT NO. 00936-2018** FPSC - COMMISSION CLERK

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February 2, 2018

### **Hand Delivery**

Ms. Carlotta Stauffer, Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850



DOCKET NO. 20170179-GU - Petition for rate increase and approval of Re: depreciation study by Florida City Gas.

Dear Ms. Stauffer:

Enclosed for filing, please find the original and seven (7) copies of Florida City Gas's Request for Confidential Classification and Motion for Protective Order for certain information provided in response to Citizen's Eighth Set of Interrogatories (175) to the Company. Also included with this filing are one highlighted and two redacted copies of the referenced material.

As always, please don't hesitate to let me know if you have any questions. Thank you for your assistance with this filing.

Kind regards,

Gregory Munson

Gunster, Yoakley & Stewart, P.A.

215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706

(Service List) cc:/

COM AFD

APA

ENG

GCL

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for rate increase by Florida City DOCKET NO. 20170179-GU

Gas.

DATED: February 2, 2018

REQUEST FOR CONFIDENTIAL CLASSIFICATION AND MOTION FOR PROTECTIVE ORDER

On October 23, 2017, Florida City Gas (FCG or the Company), pursuant to Rule 25-22.006, Fla. Admin. Code, submitted a Request for Confidential Classification to the Florida Public Service Commission (the Commission) seeking entry of an order protecting from public disclosure, inter alia, certain portions of Exhibit DJN-14 to the Direct Testimony of Daniel J. Nikolich (cross-reference Commission document no. 09065-2017).

On October 26, 2017, by Supplemental Request, the Company asked that, in ruling upon the Company's October 23, 2017, Request for Confidential Classification, the Commission also grant a Temporary Protective Order, in accordance with Rule 25-22.006(6), Florida Admin. Code, to protect this same information to be provided to the Office of Public Counsel.

On January 11, 2018, FCG filed an Amended and Supplemental Request, identifying information in Exhibit DJN-14 and identical information in MFR Schedule H-1 to be treated as confidential. Subsequently, in response to interrogatories from the Office of Public Counsel, MFR Schedule H-1 has been revised. The revised MFR Schedule H-1 contains the same confidential information previously identified in Exhibit DJN-14 and non-revised MFR Schedule H-1. The Company seeks to have the same information previously treated as confidential in Exhibit DJN-14 and the non-revised MFR Schedule H-1 treated as confidential in the revised MFR Schedule H-1.

In support of this request, the Company incorporates and adopts in full its rationale and requests as set forth in the October 23 and October 26, 2017, requests. In further support of this amended and supplemental request, the Company states:

- The confidential information contained in the previous non-revised MFR 1. Schedule H-1 includes the rates of natural gas charged to a contractual customer of FCG. FCG and the customer entered into a negotiated settlement that established the rate, and the settlement expressly provided for confidentiality of the rate. It also provided that disclosure of the rate could cause the Company to suffer damages and/or irreparable harm and could interfere with the Company's relationships with other customers or prospective customers. The Commission, after having reviewed the settlement agreement and noting that the "proposed rates ... are confidential," approved the settlement and did not disturb the express confidentiality provision in the settlement. See In re: Petition for review and determination on the project construction and gas transportation agreement between NUI Utilities, Inc., d/b/a City Gas Company of Florida and Florida Crystals Corporation, Docket No. 20160175-GU, Order No. PSC-2017-0296-FOF-GU (August 2, 2017). Consequently, the Commission accepted the confidentiality of the rates and presumably accepted the underlying harm to the Company that would occur if the rates were disclosed. Indeed, it is still true that, if publicly disclosed, such information could harm FCG by interfering with the Company's relationships with other customers or prospective customers. This information is entitled to confidential classification pursuant to sec. 366.093(3)(d), Fla. Stat. This information is intended to be and is treated as confidential by FCG and to the best of FCG's knowledge has not been publicly disclosed.
- 2. The information in revised MFR Schedule H-1 is the same as the information included in the previous non-revised MFR Schedule H-1 both in content and in format. For the

same reasons that the information highlighted information in the previous non-revised MFR Schedule H-1 should be granted confidential classification, so should the information in revised MFR Schedule H-1 be granted confidential classification.

3. Submitted as Exhibit A is a copy of revised MFR Schedule H-1, highlighted, consistent with Commission practice, to reflect the information for which confidential classification is requested. Highlighted and redacted versions of the previous non-revised MFR Schedule H-1 were previously submitted on January 11, 2018. *See, cross-reference* Commission document no. 00270-2018. Exhibit A should be treated as confidential pending a ruling on this request. Attached as Exhibit B are two redacted copies of revised MFR Schedule H-1, which may be made available for public review and inspection. Attached as Exhibit C to this request is a line-by-line/field-by-field justification for the request for confidential classification.

### WHEREFORE, FCG respectfully requests that:

- The Commission enter an Order protecting the information highlighted on Exhibit
   A (revised MFR Schedule H-1) from public disclosure as proprietary confidential information;
- The Commission issue a protective order, in accordance with Rule 25-22.006(6),
   Florida Administrative Code, to protect this information when provided to the Office of Public Counsel; and

 The Commission grant confidential classification for this information for a period of at least 18 months.

Respectfully submitted this 2nd day of February, 2018, by:

Gregory Munson

Florida Bar No. 188344

Gunster Law Firm

215 South Monroe Street

Suite 601

Tallahassee, FL 32301

Attorneys for Florida City Gas

#### CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing filing has been served by Hand Delivery, or Electronic Mail (w/o confidential attachments), this 2<sup>nd</sup> day of February, 2018, upon the following:

Virginia Ponder Office of the Public Counsel c/o The Florida Legislature 111 West Madison St., Rm 812 Tallahassee, FL 32399-1400

Walter Trierweiler Danijela Janjic Florida Public Service Commission General Counsel's Office 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

A.J. Unsicker/L.L. Zieman/N.A. Cepak/R.K. Moore c/o AFLOA/JACE-ULFSC
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natalie.cepak.2@us.af.mil
ryan.moore.5@us.af.mil
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ebony.payton.ctr@us.af.mil

Ву:

Beth Keating Lila A. Jaber Greg Munson Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301 (850) 521-1706

## ATTACHMENT A

Provided to the Commission Clerk under separate cover as Confidential Information

# ATTACHMENT B



PAGE 1 OF 6 COST OF SERVICE SCHEDULE H-1

FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: FULLY ALLOCATED EMBEDDED COST OF SERVICE STUDY

TYPE OF DATA SHOWN: PROJECTED TEST YEAR: 12/31/2018

COMPANY: PIVOTAL UTILITY HOLDINGS, INC. D/B/A FLORIDA CITY GAS

CALCULATION OF PROPOSED RATES SCHEDULE A

WITNESS: D. NIKOLICH

D/B/A FLORIDA CITY GAS DOCKET NO: 20170179-GU OPC ROG 8-175														HEDULE A	SED	KAJES											•••••	LOO. U.	THING	LIGIT
			_										_	SALES 8	TR	ANSPORTA	TION	SERVICES	3:		_				_				_	
		RS-1		RS-100		RS-600		GS-1	G	S-6k		GS-25k	8	GS-120k		SS-1250k		S-11M		S-25M		GAS SHTING		ATURAL VEHICLES		ONTRACT DEMAND		D PARTY PPLIER		TOTAL SALES & RANSPORTATIO
ROPOSED TOTAL TARGET REVENUES	\$	7,089,561	\$	18,572,299	S	571,948	\$	6,719,445	\$ 11,4	402,309	\$	6,757,391	\$	10,969,033	\$	3,619,212					\$	15,345	\$	-	\$	173,618	\$	265,891	\$	66,154,
LESS: OTHER OPERATING REVENUE	s	742,272	\$	1,571,770	\$	30,482	s	264,473	\$ :	329,830	\$	175,419	\$	37,846	\$	9,834					\$	132	\$	-	\$	2,020	\$		\$	3,164,
ess: Proposed Customer Charge Revenues roposed Customer charges: SALES & TRANSPORTATION TIMES: NUMBER OF BILLS: SALES & TRANSPORTATION QUALE: CUSTOMER CHARGE REVENUES	Ν.	12.00 406,366 4,876,392		15.00 797,671 11,965,065	s s	20,00 11,632 232,640		25.00 59,911 1,497,775		35.00 28,538 998,830		150.00 4,678 701,700		300.00 1,212 363,600		500.00 84 42,000	\$	1,000.00 0 0	\$ \$	2,000.00 0 0	\$	3,936 0	\$ \$	25.00 0 0	\$ \$	500.00 12 6,000	\$ \$	400.00 132 52,800	\$	1,314, 20,736,
ess: Proposed Demand Charge Revenues roposed demand charges: SALES & TRANSPORTATION TIMES: DCQ: SALES & TRANSPORTATION QUALS: DEMAND CHARGE REVENUES	S	0 -	S	0	\$	0	s	0	s s	0 -	\$		\$	5.75 206,816 1,189,194		5.75 238,651 1,372,244	\$	5.75	\$	5.75	\$	0	\$	0	s	0 -	\$	6.05 33,807 204,422	\$	479 2,765
QUALS: PER-THERM TARGET REVENUES	\$	1,470,896	\$	5,035,464	\$	308,826	\$	4,957,197	\$ 10,	073,650	s	5,880,272	\$	9,378,392	\$	2,195,134	\$	:	\$		\$	15,213	\$	G <sub>2</sub>	\$	165,598	\$	8,669	\$	39,487
VIDED BY: NUMBER OF THERMS		2,886,825		12,240,769		767,899	1	2,382,178	28,	,127,107		17,386,101		34,439,382		15,613,100		-		•		38,033		12		5,492,320		20		129,373
QUALS: PER-THERM RATES (Unrounded)	S	0.509520	s	0.411368	s	0.402170	\$	0.400349	\$ 0	358147	5	0.338217	\$	0.272316	\$	0.140596	\$	0.080000	\$	0.040000	\$	0.400000	\$	0.400349			\$			
ER-THERM RATES (Rounded)	\$	0.50952	5	0.41137	s	0.40217	s	0.40035	s	0.35815	\$	0.33822	\$	0.27232	\$	0.14060	\$	0.08000	\$	0.04000	\$	0.40000	\$	0.40035		-	\$	1000		
ER-THERM-RATE REVENUES (Rounded Rates)	s	1,470,895	\$	5,035,485	s	308,826	s	4,957,205	\$ 10,	073,723	s	5,880,327	\$	9,378,533	\$	2,195,202	\$	-	\$		\$	15,213	\$		\$	165,593	\$		\$	39,481
UMMARY: PROPOSED TARIFF RATES																														
CUSTOMER CHARGES DEMAND CHARGES ENERGY CHARGES NON-GAS (CENTS PER THERM) PURCHASED GAS ADJUSTMENT TOTAL (INCLUDING PGG)	s	12.00 50.9520 54.0000 104.9520	\$	15.00 - 41.1368 54.0000 95.1368	\$	20.00 - 40.2170 54.0000 94.2170	\$	25.00 40.0349 54.0000 94.0349	S	35.8147 54.0000 89.8147	\$		\$	300.00 5.75 27.2316 54.0000 81.2316		500.00 5.75 14.0596 54.0000 68.0596		1,000.00 5.75 8.0000 54.0000 62.0000		2,000.00 5.75 4.0000 54.0000 58.0000		40.0000 54.0000 94.0000	s	25.00 - 40.0349 54.0000 94.0349			\$	400.00 6.05		
UMMARY: PRESENT TARIFF RATES CUSTOMER CHARGES RESIDENTIAL COMMERCIAL AND INDUSTRIAL SALES DEMAND CHARGES NON-GAS (CENTS PER THERM) RESIDENTIAL COMMERCIAL AND INDUSTRIAL	\$	8.00	\$	9.86	\$	12.50	\$	14.07		\$30.00	\$	93.21	\$	267.33 28.9000		\$500.00 28.9000						825		\$15.00			Ć.			
ENERGY CHARGES NON-GAS (CENTS PER THERM) RESIDENTIAL COMMERCIAL AND INDUSTRIAL		56.2130		51.3242		39.8577		33.4308		27.4870		27.5660		21.4152		12 2250						56 2130		23.2320						
PURCHASED GAS ADJUSTMENT		54.0000		54,0000		54,0000		54.0000		54.0000		54.0000		54.0000		54,0000		54.0000		54.0000		54.0000		54.0000		54.0000				
TOTAL (INCLUDING PGA) RESIDENTIAL COMMERCIAL AND INDUSTRIAL		110.2130		105.3242		93.8577		87.4308	e.	81.4870		81.5660		75.4152		66.2250		54,0000		54.0000		110.2130	5	77.2320		56.3000				
SUMMARY: OTHER OPERATING REVENUE CONNECTION CHARGE COLLECTION IN LIEU OF DISCONNECT CHARGE RECCONNECT CHARGE BAD CHECKS LATE PAYMENT CHARGES	\$50 \$37 \$37	ESENT 0.00-\$110.00 120.00 7.00-\$80.00 125.00	0	\$695,821 \$263,406	\$50 \$25 \$40 \$	OPOSED 0.00-\$200.00 5.00-\$32.00 0.00-\$100.00 \$25.00	\$																							

SUPPORTING SCHEDULES: E-2, E-3 p.1-6, H-1 p.3-4

METER READ

FAILED TRIP

TOTAL

LATE PAYMENT CHARGES

DAMAGE BILLING CHANGE OF ACCOUNT

TEMPORARY DISCONNECT

\$5.00 OR 1.5% \$1,107,835 \$5.00 OR 1.5% \$1,107,835

\$15.00-\$22.00

\$35.00-\$45.00

\$20.00

\$192,297

\$2,436,716

RECAP SCHEDULES:

RECAP SCHEDULES:

\$192,297

\$100,766

\$103,562

\$3,164,078

\$18,220

## **ATTACHMENT C**

### Line-by-Line/Field-by-Field Justification

### Line(s)/Field(s)

## **Justification**

Revised MFR Schedule H-1, lines, 31-33, 38-43, 48 and 56, column O ("Contract Demand") This information is entitled to confidential classification pursuant to sec. 366.093(3)(d), Fla. Stat. The basis for this information being designated as confidential is more fully set forth in paragraph 2 of this Request.